

Form CT-945 (DRS)

Connecticut Annual Reconciliation of Withholding for Nonpayroll Amounts

**Purpose:** The attached **Form CT-945 (DRS)**, *Connecticut Annual Reconciliation of Withholding For Nonpayroll Amounts*, may be used by new payers of nonpayroll amounts who have not received the *2005 Withholding Remittance Coupon Book for Payers of Nonpayroll Amounts* for the 2005 calendar year.

**Rounding Off to Whole Numbers:** You must round off cents to the nearest whole dollar on your returns and schedules. Round down to the next lowest dollar all amounts that include 1 through 49 cents. Round up to the next highest dollar all amounts that include 50 through 99 cents. However, if you need to add two or more amounts to compute the amount to enter on a line, include cents and round off only the total.

**Example:** Add two amounts (\$1.29 + \$3.21) to compute the total (\$4.50) to enter on a line. \$4.50 is rounded to \$5.00 and entered on the line.

**Nonpayroll Amounts Subject to Connecticut Income Tax Withholding:** *Connecticut nonpayroll amounts* mean:

- Gambling winnings, other than Connecticut lottery winnings, if the payment is subject to federal income tax withholding, and the payment is made to a resident or to someone receiving the payment on behalf of a resident. (See **IP 2001(29)**, *Connecticut Income Tax Treatment of Gambling Winnings Other Than State Lottery Winnings*, for more information.);
- Connecticut lottery winnings, if reportable for federal income tax withholding purposes, whether or not subject to federal income tax withholding. (See **IP 2003(21)**, *Connecticut Income Tax Treatment of State Lottery Winnings Received by Residents and Nonresidents of Connecticut*, for more information.);
- Pension and annuity distributions, if the recipient is a Connecticut resident and has requested Connecticut income tax withholding;
- Military retirement pay, if the recipient is a Connecticut resident and has requested Connecticut income tax withholding;
- Unemployment compensation, if the recipient has requested Connecticut income tax withholding; **and**

- Payments made to athletes or entertainers if the payments are not wages for federal income tax withholding purposes, but Connecticut income tax withholding is required under **Policy Statement 2004(1)**, *Income Tax Withholding for Athletes or Entertainers*.

All payers of nonpayroll amounts that are subject to Connecticut income tax withholding are required to file Form CT-945 as long as they have an active income tax withholding account with the Department of Revenue Services (DRS), **even if no tax is due**, or even if no tax was required to be withheld for that year, or even if federal Form 945 is not required to be filed.

**Note:** All income tax withholding reported on federal Form W-2, Wage and Tax Statement, must be reported on **Form CT-941**, *Connecticut Quarterly Reconciliation of Withholding*.

**Due date: January 31, 2006.** However, a payer that has made timely deposits of Connecticut withholding tax in full payment of such taxes due for the 2005 calendar year may file Form CT-945 on or before February 10, 2006. You must file CT-945 (DRS) even if no tax is due or is required to be withheld for that year.

**If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.**

Be sure to complete all requested information on the back of this return. See instructions on back. Sign and date the return in the space provided. If payment is due, remit payment with this return.

Make your check payable to: Commissioner of Revenue Services. Write your Connecticut Tax Registration Number on your check.

Mail your completed return and payment (if applicable) to: Department of Revenue Services, PO Box 2931, Hartford CT 06104-2931.

To amend Form CT-945, use **Form CT-941X**, *Amended Connecticut Reconciliation of Withholding*. Forms and publications may be obtained by visiting the DRS Web site at **www.ct.gov/DRS** or by calling the DRS Forms Unit at 860-297-4753.

SEPARATE HERE AND MAIL COUPON TO DEPARTMENT OF REVENUE SERVICES. MAKE A COPY FOR YOUR RECORDS.

**CT-945 (DRS) Connecticut Annual Reconciliation of Withholding for Nonpayroll Amounts ▶ 2005**

Connecticut Tax Registration Number ▶	Federal Employer ID Number ▶	Calendar Year Ending ▶	Due Date
<b>ENTER NAME AND ADDRESS BELOW. PLEASE PRINT OR TYPE.</b>			
<b>READ INSTRUCTIONS BEFORE COMPLETING</b>			
1. Gross Nonpayroll Amounts		▶ 1	
2. Gross CT Nonpayroll Amounts		▶ 2	
3. <b>Connecticut Tax Withheld</b>		▶ 3	
4. Credit From Prior Year		▶ 4	
5. Payments Made for This Year		▶ 5	
6. Total Payments (Add Line 4 and Line 5)		▶ 6	
7. <b>Net Tax Due</b> (or credit) (Line 3 minus Line 6)		▶ 7	
8a. Penalty: ▶ + 8b. Interest: ▶ =		8	
9. Amount to be Credited		▶ 9	
10. Amount to be Refunded		▶ 10	
11. <b>Total Amount Due</b> (Add Line 7 and Line 8)		▶ 11	

☐ Check if you no longer are making payments of nonpayroll withholding and enter date of last payment: \_\_\_\_\_.

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct.

**Mail to:** Department of Revenue Services  
PO Box 2931  
Hartford CT 06104-2931

Signature \_\_\_\_\_

Title \_\_\_\_\_ Date \_\_\_\_\_

## Instructions for Completing Front of Form CT-945 (DRS)

### Line 1

Enter the total amount of nonpayroll amounts, whether or not Connecticut nonpayroll amounts, paid to all recipients during the 2005 calendar year.

### Line 2

Enter the total amount of Connecticut nonpayroll amounts paid during the 2005 calendar year. **Connecticut nonpayroll amounts** are reportable gambling winnings (see nonpayroll amounts on front of return).

### Line 3

Enter the total amount of Connecticut income tax withheld on Connecticut nonpayroll amounts during the 2005 calendar year.

### Line 4

Enter the amount to be credited on Line 9 of your Form CT-945 for the prior year; however, if any portion of that amount was withheld by you from recipients during a prior year and not repaid by you to those recipients prior to the end of that year or prior to filing the return for that year (whichever is earlier), subtract that portion from the amount to be credited on Line 9 of your Form CT-945 for the prior calendar year, and enter the difference on Line 4.

### Line 5

Enter the sum of all payments made for the 2005 calendar year.

### Line 6

Add Line 4 and Line 5. This is the total of your payments and credits for the 2005 calendar year.

### Line 7

Subtract Line 6 from Line 3 and enter the difference on Line 7. This is the amount of tax due or credit. If Line 3 is more than Line 6, complete Line 8a and line 8b if necessary. If

Line 6 is more than Line 3, complete Line 9 and Line 10.

### Line 8

Enter penalty on Line 8a and interest on Line 8b, and enter the total on Line 8.

**Late Payment Penalty:** The penalty for paying all or a portion of the tax late is 10% (.10) of the tax paid late.

**Late Filing Penalty:** If no tax is due, DRS may impose a \$50 penalty for the late filing of any return.

**Interest:** Interest will be computed on the tax paid late at the rate of 1% (.01) per month or fraction of a month.

### Line 9

Enter the amount on Line 7 to be credited to the 2006 calendar year; however, if any portion of that amount was withheld by you from recipients during the 2005 calendar year and not repaid by you to those recipients prior to the end of the 2005 calendar year or prior to filing this return (whichever is earlier), subtract that portion from the amount on Line 7 to be credited to the 2006 calendar year and enter the difference on Line 9.

### Line 10

Enter amount on Line 7 to be refunded; however, if any portion of that amount was withheld by you from recipients during the 2005 calendar year, and not repaid by you to those recipients prior to the end of the 2005 calendar year or prior to filing this return (whichever is earlier), subtract that portion from the amount from Line 7 to be refunded, and enter the difference on Line 10.

### Line 11

If the amount on Line 7 is a net tax due, add Line 7 and Line 8. This is the total amount now due.

## Forms and Publications

Forms and publications are available anytime by:

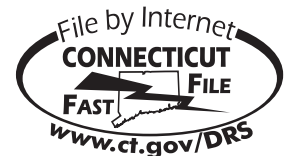
- **Internet:** Preview and download forms and publications from the DRS Web site: [www.ct.gov/DRS](http://www.ct.gov/DRS)
- **DRS TAX-FAX:** Call **860-297-5698** from the handset attached to your fax machine and select from the menu. (Only forms, not publications, are available through TAX-FAX)
- **Telephone:** Call **860-297-4753** (from anywhere) or **1-800-382-9463** (in-state) and select Option 2 from a touch-tone phone.

## Electronic Filing Option

**By Internet:** [www.ct.gov/DRS](http://www.ct.gov/DRS)

The Connecticut *Fast-File* program is a fast, easy, secure, and paperless way to file and pay business taxes electronically over the Internet. Any business registered with Department of Revenue Services (DRS) for sales and use taxes, business tax, room occupancy tax, withholding tax (payroll and nonpayroll), business entity tax, or estimated corporation business tax may be able to *Fast-File* its business tax returns.

For more information on the Connecticut *Fast-File* Program, visit the DRS Web site at [www.ct.gov/DRS](http://www.ct.gov/DRS) and click on *file/Register OnLine*. or call the DRS Forms Unit at 860-297-4753 and request **TPG-129, Fast-File in Five**.



## Instructions for Completing Back of Form CT-945 (DRS)

**Quarterly remitters:** Enter the total amount of the liability for each quarter on Line 6 for March, June, September, and December. Add the four amounts from each Line 6 and enter the total on Line 7. This should equal Line 3 on the front of Form CT-945.

**Monthly remitters:** Enter the total amount of the liability for each month on Line 6 of that month. Add the amounts from each Line 6 for January through December and enter the total on Line 7. This should equal Line 3 on the front of Form CT-945.

**Weekly remitters:** Enter the liability for each week on Lines 1 through 5 for each month. Enter the total for the month on Line 6. Add the amounts from each Line 6 and enter the total on Line 7. This should equal Line 3 on the front of Form CT-945.

### Monthly Summary of Connecticut Tax Liability (Show tax liability here, not deposits. See instructions.)

January	February	March	April	May	June
1	1	1	1	1	1
2	2	2	2	2	2
3	3	3	3	3	3
4	4	4	4	4	4
5	5	5	5	5	5
6	6	6	6	6	6
July	August	September	October	November	December
1	1	1	1	1	1
2	2	2	2	2	2
3	3	3	3	3	3
4	4	4	4	4	4
5	5	5	5	5	5
6	6	6	6	6	6
<b>7 Total Liability for the Year</b>					<b>00</b>